Comparison of actuals of 1927-28 with those of previous years.

16. The actuals of revenue and expenditure excluding capital, debt and remittance transactions of the year 1927-28 and five previous years are set forth below :—

[In lakhs of rupees.

—	1922-23	1923-24	1924-25	1925-26	1926-27	1927-28
Total Revenue	330·10	332·57	333·62	346·37	338·69	360·81
Expenditure charged to year's Revenue.	330·48	332·02	339·36	346·03	347·40	360·40
Surplus + or deficit— ...	—·38	+·55	+·26	+·34	—8·71	+·41

Except for a temporary set back in the year 1926-27 the State's revenues have on the whole maintained their progressive character.

Capital Outlay.

17. The budget programme contemplated an outlay of Rs. 69·89 lakhs. The actual expenditure including outlay on Iron Works for which no provision had been made in the budget was 68·51 lakhs, *i.e.*, 1·38 less.

18. The variations which have contributed to this result are noted below :—

—	Budget grant	Actuals	Difference
	Rs.	Rs.	Rs.
37. Railways and Tramways ..	20,95	17,42	—3,53
38. Krishnarajasagara Hydro-Electric and Irrigation works.	48,63	46,92	—1,71
39. Industrial or other works ...	31	67	+36
40. Iron Works ...	...	3,50	+3,50

The lapse under Railways was mainly under Open Lines, due to non-adjustment of the full cost of under-frames ordered from England as they were received very late during the year.

Only a portion of the grant of Rs. 7 lakhs allotted for the Metur Transmission Line was worked out by the Electrical Department during the year, and this mainly accounts for the saving under Major Head 38.

In the budget, no grant was provided for capital outlay by the Iron Works. Supplementary grants to the extent of Rs. 10½ lakhs for the development of the Pipe Foundry and other works were sanctioned during the course of the year. The final outlay has been only Rs. 3½ lakhs, due to the time taken to investigate the projects and to negotiate for the purchase of necessary machinery and equipment.

19. The result of the Ways and Means operations of the year was better than the budget anticipation.

The net incomings under "Debt heads" were more than the budget by Rs. 11·62 lakhs, due chiefly to larger receipts under Savings Bank Deposits, Insurance and Provident Funds, Reserve Funds, and partly to transfer of Shimoga District Board Railway debenture collections to Government and lesser outgoings under Investment Account, Local and other Funds and Advances.

Against the estimated closing balance of Rs. 57·18 lakhs, the actual balance at the end of the year in Treasuries and Banks was Rs. 79·90 lakhs.

20. For fuller details about the actuals of 1927-28, reference is invited to the published Finance and Revenue Accounts and the Audit and Appropriation Report of the year.

Revised Estimates 1928-29.

21. The financial position in the current year according to the results anticipated in the light of information so far available will now be reviewed.

22. Having regard to the course of the revenue at the time of the preparation of the revised estimates of last year, the budget of the current year was framed on the expectation of an improvement of about Rs. 6 lakhs in the revenues. The budget counted on a revenue realisation of Rs. 355·91 lakhs and provided for a total expenditure chargeable to revenue of Rs. 355·48 lakhs leaving a surplus of Rs. ·43 lakh.

According to the revised calculations now made, the revenues of the year are likely to show a substantial improvement over the budget anticipation, to the extent of Rs. 14·07 lakhs and the year will close with a revenue surplus of Rs. ·43 lakh.

23. *Revenue.*—The revenue heads which contribute to this satisfactory improvement are :—

	Increase in lakhs. Rs.
II. Forest	6·95
III. Excise	4·26
V. Stamps	1·92
IX. Interest	1·55
XIX Civil Works and ... ... XIXA Communications	2·06
Minor increases under other heads aggregating ...	1·26
Total ...	18·00
Per contra—Decrease under XIII Miscellaneous (1·43) and other heads, (2·50)	3·93
Net improvement ...	14·07

24. The largest falling off in the budget anticipation occurs under XIII Miscellaneous. In the budget, a special item of receipt of Rs. 1½ lakhs was expected from the disposal of sites in the new extension behind the Bangalore Central Jail compound. This expectation has not materialised. Fresh sales are proposed to be held and the realisations will appear in the next year's accounts. *Vide* para 48 *infra.*

25. A comparison of the revised with the budget estimates under group heads is exhibited in the following table :—

[In lakhs of rupees.

Group heads of Revenue	Budget 1928-29	Revised 1928-29	Increase+ Decrease—
	Rs	Rs.	Rs.
Principal heads of Revenue ...	266·66	279·58	+12·92
Surplus Revenue of Assigned Tract ...	1·58	1·81	+·23
Mining Revenue	13·27	13·06	—·21
Interest	6·10	7·65	+1·55
Civil Administration	4·39	3·14	—1·25
Protection	2·14	1·36	—·78
Public Works	2·43	4·49	+2·06
Moral and Material Development ...	2·70	2·80	+·10
Army and Defence	·69	·81	+·12
Railways	26·28	26·21	—·07
K. R. S. Hydro-Electric and Irrigation Works	28·81	28·22	—·59
Industrial and other works ...	·86	·85	—·01
Total Revenue ...	355·91	369·98	14·07
Total payments (including credit to Reserves)	365·48	380·09	14·61
Deduct—Expenditure met from Reserves.	10·00	10·41	·41
Expenditure charged to Revenue ...	355·48	369·68	14·20
Surplus ...	+·43	+·30	—·13

26. The Principal Heads of Revenue, Interest and Public Works record good progress. Explanation will now be given of the more important variations from the budget anticipation.

PRINCIPAL HEADS OF REVENUE.

[In lakhs of rupees.

Major Heads	Budget	Revised	Increase+ Decrease—
	Rs.	Rs.	Rs.
I. Land Revenue	128·32	127·56	—·76
II. Forest	36·35	43·30	+6·95
III. Excise	64·67	68·93	+4·26
IV. Income-tax	12·92	13·13	+·21
V. Stamps	20·85	22·77	+1·92
VI. Registration	3·55	3·89	+·34
Total ..	266·66	279·58	+12·92

Compared with the budget, the Revised shows an improvement under this group of Rs. 12,92,000.

LAND REVENUE.

The realisation under Land Revenue will be about Rs. 76,000 less than the budget figure, but this is due not to any drop in revenue but to a change in classification. A sum of Rs. 1·09 lakhs representing the water-rate on lands irrigated by the Krishnarajasagara low level channels included in Land Revenue is credited by transfer to XXV Krishnaraja Sagara Hydro Electric and Irrigation Works. If allowance be made for this adjustment and credit is given to the Record of Rights Fees collected in the Bangalore Taluk in the shape of stamps, Land Revenue really shows an improvement.

FOREST.

The large improvement under Forest (Rs. 6·95 lakhs) is mainly contributed by brisk sales of Sandal Oil. The quantity of oil that was expected to be sold, when preparing the budget for 1928-29 was 2,00,000 lbs. It is likely that an additional 50,000 lbs. of oil will be sold before the close of the year.

Excise.

The Excise revenue was budgeted on a conservative basis as for some years past (*Vide* figures below) the course of this revenue had been on the downward grade.

	Rs.		Rs.
1921–22 ...	76·02 lakhs.	1925-26 ...	64·67 lakhs.
1922–23 ...	71·52 ,,	1926-27 ...	62·72 ,,
1923–24 ...	70·19 ,,	1927-28 ...	63·62 ,,
1924–25 ...	66·43 ,,		

Last year's figures of consumption having shown some increase mainly as the result of effective steps taken for the prevention of illicit practices, the current years' budget was placed at Rs. 64·67 lakhs on the basis of the actuals of 1925-26.

The rentals of shops realised in the Excise sales held last year have been better than the budget anticipation. According to the revised calculations made, the revenue is expected to reach Rs. 68·93 lakhs, showing an improvement of Rs. 4·26 lakhs. Better collection of arrears, greater vigilance on the part of the supervising staff for the prevention of smuggling, detection of illicit practices and the undertaking of works of magnitude such as Irwin Canal, Anjanapur and other Tank Works which have attracted labour, account for the increase in revenue under this head.

Income-Tax.

[In lakhs of rupees.

Minor heads	Actuals					Budget 1928–29	Revised 1928–29
	1923–24	1924–25	1925–26	1926–27	1927–28		
1. Income-tax ...	10·65	12·69	15·11	10·64	10·84	10·41	10·32
2. Super-tax ,,	5·50	5·77	7·38	4·19	4·55	4·55	4·31
3. Excise duty on cotton goods.	1·74	1·96	1·93	...	...	...	...
4. *Deduct* refunds ...	·29	1·04	3·13	·39	3·76	2·04	1·50
Total ...	17·60	19·38	21·29	14·44	11·63	12·92	13·13

The revenue under Income-Tax has shown wide fluctuations. Till 1925-26 the receipts were on the increase. Following the action of the Government of India, Excise duty on cotton goods

was abolished in Mysore with effect from 1st April 1926. This measure has reduced the yield under this head by a couple of lakhs of rupees. Trade depression and decline in the assessable profits of the Gold Mining Companies contribute to the fall in the gross receipts under Income-Tax in recent years.

The head records a slight improvement in the net revenue, as the amount to be refunded to the Gold Mining Companies under Section 49 of Income-Tax Regulation is expected to be less than the budget anticipation.

STAMPS.

[In lakhs of rupees.

Minor heads	Actuals 1927-28	Budget 1928-29	Revised 1928-29
1. General Stamps	8·75	8·55	9·40
2. Court Fee Stamps	12·79	12·30	13·51
3. Stamped papers for copies	·71	·70	·75
4. Duty on impressing unstamped and insufficiently stamped documents.	·33	·20	·37
5. Fines and penalties	·23	·23	·24
6. *Deduct*—Refunds	—1·11	—1·13	—1·50
Total ...	21·70	20·85	22·77

The budget was an under-estimate and improvement is recorded under general as well as court fee stamps, apparently due to satisfactory seasonal conditions.

In the Bangalore Taluk fees leviable under the Record of Rights scheme were experimentally collected in the shape of court fee stamps and the increased receipts under minor head 2 are partly attributable to this factor.

REGISTRATION.

This head also shows an increase (Rs. ·34 lakhs) which is said to be due to conditions favourable for expansion of monetary transactions.

MINING REVENUE.

The experiment, undertaken by Government, of working the Byrapur Chrome Mines by the agency of the Geological Department has been successful. A sum of Rs. 1·60 lakhs was

realised as profits from this venture in the year 1927-28. The profits of this year will be about a lakh of rupees. Royalty on Gold shows signs of a gradual decline.

Interest.

The interest realisable on loans and advances and on the State investments is better than the budget anticipation. The construction of the Shimoga-Arasalu Railway was undertaken on the understanding that the Government and the District Board of Shimoga should contribute the capital in equal moieties. The District Board having been unable to provide its share of capital, the entire line has been taken over by Government and construction has been resumed under the conditions specified in G. O. No. L. 4763-75—L. B. 101-21-18 dated 22nd January 1927. The District Board has made over to Government the accumulated Railway Cess collections and has agreed to credit to Government the annual cess receipts to make up for the deficiency in the revenue account of the Railway in respect of working expenses and interest on capital. Under this arrangement a sum of Rs. 40,000 is expected to be realised under this head. Owing to these causes, there will be an increase of Rs. 1·55 lakhs in the Interest receipts.

XIX Civil Works and XIXa Communications.

The revenue estimated in the budget under XIX Civil Works was Rs. 2·43 lakhs. This head has been split up into two, *viz.*, XIX. Civil Works and XIXa Communications and the total revenue realisable under these two heads is Rs. 4·49 lakhs showing an increase of Rs. 2·06 lakhs. After the budget was framed, a scheme constituting a Road Fund for speedy restoration to order, of the State Fund roads was sanctioned by Government. The revenues realised from tolls and from taxes levied on motor vehicles are decided to be earmarked for the repairs of roads. To enable the Public Works Department to undertake a continuous programme of works and repairs, it is assured of an annual grant of Rs. 11 lakhs for the next three years besides the necessary provision for meeting establishment and tools and plant charges. A separate head "Communications" has been opened both on the Revenue and the Expenditure sides for the exhibition of the transactions relating to this class of works. The details of the scheme are contained in the Government Order of 29th September 1928, reprinted as Annexure V.

The increase of Rs. 2·06 lakhs in the Revised is partly due to better realisations from tolls and partly to revised classification of heads according to which the fees levied on motor transport are now credited under XIX. A. Communications instead of under XVI. Police.

As against these increases, I Land Revenue, XIII Miscellaneous, XVI Police, XXV Krishnaraja Sagara Hydro-Electric and Irrigation Works will be responsible for a falling off in the budget anticipation. As already explained, the decreases occurring in Land Revenue and Police are due to change in classification. The deficiency under XIII Miscellaneous has also been explained in para 24 *supra*. In the budget, net receipts amounting to Rs. 28·81 lakhs were expected to be realised from Krishnarajasagara Hydro-Electric and Irrigation Works. Including the amount of Rs. 1·09 lakhs credited to this head by transfer from Land Revenue, this major head should have yielded Rs. 29·90 lakhs. What is likely to be realised before the close of this year is Rs. 28·22 lakhs. There is thus a decrease of Rs. 1,68 lakhs from this source. This worseness is attributed partly to less consumption of power by the Kolar Gold Mines and the Cauvery Metur Project than anticipated at budget time and partly to increases under working expenses under Power and Irrigation.

Increased allotments aggregating Rs. 47,000 are required to be made in the Electrical Department on account of contribution for Depreciation and Provident Funds according to the revised calculations, and under Irrigation expenses connected with the Cauvery Arbitration Proceedings account for an additional outlay of Rs. 60,000.

Iron Works.

In preparing the budget of the current year, it was assumed that the revenue account of the Iron Works would yield a surplus of Rs. 3,67,700 and this was proposed to be appropriated for Depreciation. According to the revised estimates furnished by the Works, the surplus will get reduced to Rs. 1,10,000. The worseness in the position is attributed chiefly to the following causes :—

The furnace which was blown out for relining started operation in September 1928. The additional retorts were not completed and the full supply of charcoal did not become available till 1st January 1929. The fourth stove was completed and put into service only in April 1929. The actual output in the

year is therefore likely to fall short of the estimate in the budget. There was, besides, no appreciable demand for pipes during the last half year and prices were low.

It is understood that there has been some improvement in the situation since January 1929.

The surplus of Rs. 1,10,000 expected to be realised in the revised estimate of the Works will be ear-marked for Depreciation and no profits from the Works are taken into account in the general budget estimates.

There are no other material fluctuations from the budget which call for any special remarks.

Expenditure.

27. The total expenditure programmed in the budget aggregated Rs. 365·48 lakhs including the share of outlay on Irrigation Works chargeable to the Reserves *viz.*, Rs. 10 lakhs.

28. During the course of the year, additional grants amounting to Rs. 10·40 lakhs were sanctioned with the assent of the Legislature in respect of voted items for meeting several urgent demands. An additional grant of Rs. 75,000 is proposed to be given to the University for financing the construction of buildings required in connection with the starting of the Intermediate colleges and the transfer of the Medical College to Mysore. The more important of the items in the Annexure are mentioned below:—

In the Forest Department a supplementary grant of Rs. 1 lakh has been sanctioned for the operation expenses of the timber creosoting plant installed at Bhadravathi. The profits realisable from the working of this plant will appear in the Budget of next year.

The expenditure connected with the Bangalore Disturbances Enquiry Committee and the additional provision made for the tour charges of His Highness the Maharaja account for the increase of about half a lakh under General Administration.

The Public Works Department is given an additional grant of Rs. 3·74 lakhs of which Rs. 1·42 lakhs is for several works detailed in the Annexure and the rest *viz.*, Rs. 2,32,200 represents the contribution to the Road Fund which has been recently constituted for the better up-keep and repairs of all provincial roads in the State.

In the Education Department the provision for backward scholarships has been enhanced by Rs. 50,000. For the construction of Primary School buildings also the budget grant has been supplemented by Rs. 24,000.

The Agricultural Department is responsible for a large additional grant of Rs. 2·50 lakhs the bulk of which *viz.*, Rs. 1·80 lakhs is for running the Serum Institute. This Institute has been very helpful in preventing the spread of cattle diseases in the State.

The grants alloted in the budget for public improvements have been supplemented by Rs. 48,500 partly for meeting the Government contribution for the Tumkur Water Supply Scheme (Rs. 31,000) and partly for meeting the expenses connected with the Thippagondahalli Water Supply Reservoir survey (Rs. 17,000.) This latter item will be transferred to Capital heads after the estimate is sanctioned and appropriation is made for the construction of the Project.

29. Lapses are expected to occur only under two heads, 23. Irrigation Works charged to Revenue, and 24 A. Communications. A grant of Rs. 14,03,000 has been provided for Irrigation Works. The revised outlay is not expected to exceed Rs. 12 lakhs. The grant unspent will however not lapse but will be made available for expenditure in future years. Similarly, under Communications, a saving of Rs. 2 lakhs is anticipated and this will remain at the credit of the Road Fund.

30. According to the Revised estimates now framed, the total expenditure is expected to be Rs. 375·96 lakhs, showing an excess over the budget of Rs. 10·48 lakhs. This additional demand will be fully met from the improved revenues of the year, the revenue account of which is expected to result in a surplus of Rs. 4,43,000.

31. The more important variations on the Expenditure side between the budget and the Revised are indicated in the subjoined table.

[In lakhs of rupees.

Major Head	Budget 1928–29	Revised 1928–29	+Increase —Decrease	Remarks
2 Forest ..	14·53	15·33	+·80	Creosoting plant charges set off partly by savings under conservancy and works.
3 Excise ..	4·21	4·40	+·19	Increased charges under T.A. of District and Taluk Establishments.
5 Registration ..	1·83	1·69	—·14	Saving is on the lumpsum grant of Rs. 25,000 provided for the reorganisation of the Sub-Registrars and Ministerial staff.

[In lakhs of rupees.

Major Head	Budget 1928-29	Revised 1928-29	+ Increase —Decrease	Remarks
9 Interest on Debt etc.,	36·50	37·12	+·62	Due to Five year Fixed Deposits and to interest paid on overdrafts with Banks for which no provision was made in the Budget.
12 General Administration.	14·68	15·22	+·54	Due to the increased Tour charges of H. H. the Maharaja and to Bangalore Disturbances Enquiry Committee charges and to larger expenditure under "Durbar Presents" on the purchase of a larger number of jewels and Public Service Medals, partly counter-balanced by savings under Comptroller's Office establishment charges.
15 Pensions ..	15 13	14·98	—·15	Savings expected under "Superannuation and retired allowances" set off partly by increases under "Gratuities" and "Commuted value of pensions".
16 Stationery and Printing.	3·36	3·50	+·14	Increases appear under "Piece work Establishment" "Overtime Allowances" etc., mainly due to the printing work done in connection with the Bangalore Disturbances Enquiry Committee.
17 Miscellaneous	·64	·97	+·33	Writing off irrecoverable book debts of the Aryan Hosiery Factory (2) provision for affording relief to the sufferers in the accidental fire at Issur (3) awarding compensation to owners of lands acquired in the T. Narasipur Taluk for Village Extensions etc., account for the excess.
18 Courts of Law	10·39	10·90	+·51	Due to enhancement of salary of the Chief Judge, continuance of the temporary Judge till the end of the year and revision of Civil Courts establishments, payment of leave allowances, etc.
20 Police ..	16·36	16·79	+·43	Due to revision of pay and allowances of the Inspectors and Jamadars.

[In lakhs of rupees.

Major Head	Budget 1928-29	Revised 1928-29	+Increase —Decrease	Remarks
21 Medical ..	11·60	11·90	·30	Due to leave allowances to Medical Officers, increased expenditure under Europe medicines and instruments and to the expected fall in the contribution from local Bodies towards Local Fund Dispensaries.
Public Works	35·40	38·37	2·97	Additional grants have been given to the up-keep and repair of roads, improvements to the Exhibition buildings at Mysore, purchase of houses belonging to Mr. Dalvoi Devaraj Urs in adjustment of the balance of loan to Government and to the construction of quarters for Revenue Sub-Division Officers and Amildars where suitable accommodation is not available etc.,
23 Irrigation works charged to Revenue.	14·03	14·03	..	A saving of Rs. two lakhs is expected in the grant for Irrigation, but this will not lapse. It will be credited to the Irrigation reserve.
24 Civil Works	21·37	11·32	..	
24A Communications.	...	13·02	..	Likewise the balance of Rs. 2 lakhs expected to be unspent under 24A Communication will remain at the credit of the Road Fund.
26 Education ..	50·79	52·46	1·67	Due to the fall in the contribution from District Boards on account of Cess Schools and to increased expenditure under Primary Education etc., and to the additional grant proposed to be given to the University.
27 Agriculture ..	9·73	12·21	2·48	Mainly under Serum charges (Manufacture as well as purchase of serum).
30 Grants for Public Improvements.	7.58	7·46	—12	Due to the savings under allotment for contingencies and T. A. under Rural Reconstruction.
31 Army ..	18·86	19·11	·25	This is the result of increases and decreases under the several minor heads.
Net variations under other heads.	..	..	—·34	
Total increase chargeable to Revenue.	..	..	10·48 lakhs.	

32. The expenditure chargeable to the Reserves aggregates Rs. 10·41 lakhs (against Rs. 10 lakhs budgeted for) the details of which are given below :—

	Budget	Revised
	Lakhs. Rs.	Lakhs. Rs.
Irrigation Capital Reserve	1·34	1·75
Famine Insurance Fund—current interest ...	3·00	3·00
Irrigation Cess Fund	5·66	5·66
Total ...	10·00	10·41

The increased debit of Rs. 41,000 to the Irrigation Capital Reserve is due to the expenditure on the Bhadra Anicut and Channels being more than the budget estimate, by that amount. The entire cost of this project is being met by this Reserve.

33. The Sandal Oil Factories have largely contributed to the improvement in the revenues of the year over the budget anticipation. The net receipts from sale of sandal oil depend largely on the market for this product in Western countries. In view of its fluctuating character, Government have decided to adopt a convention of crediting to the Special Reserve the excess over the average net receipts of the past five years with a view to stabilise the amount annually available for the needs of the General Administration. The Government Order sanctioning this scheme is reproduced in Annexure v. (3). In accordance with this policy it is proposed to credit to the Special Reserve a sum of Rs. 4 lakhs realised out of the sandal oil net receipts during the current year. Making allowance for this transfer, the budget surplus shown in the Revised estimate is Rs. 30,000.

34. As stated above a sum of Rs. 8 lakhs, being the saving of Rs. 2 lakhs each in the grants to 23. Irrigation Works charged to Revenue and 24 A. Communications *plus* Rs. 4 lakhs transferred to the credit of the Special Reserve, does not really represent any final outlay as the amount will be available for the purposes intended, in future years. If this factor is taken into account, the total expenditure under Service Heads during the year will be Rs. 371·96 lakhs, which is well within the Revenue receipts of the year including the current interest realised on the Famine Insurance Fund, *viz.*, Rs. 369·85 lakhs *plus* Rs. 3·00 lakhs, *i.e.*, Rs. 372·85 lakhs.

Reserves.

35. The position of the Reserves at the end of the current year will be as follows :—

[In lakhs of rupees.

	Balance on 1-7-1928	Credits	Debits	Closing balance on 30-6-1929
Special Reserve	6·38	4·13	...	10·51
Irrigation Capital Reserve ...	3·76	2·03	1·75	4·04
Current Interest on Famine Fund.	...	3·00	3·00	...
Irrigation Cess Fund ...	9·66	...	5·66	4·00
Road Fund	...	2·13	...	2·13
Total	19·80	11·29	10·41	19·68

From the above statement, it will be observed that the credits to the Reserve Funds are likely to exceed the debits by about Rs. 88,000 and the improved revenue position of the current year will enable the Government to balance the two sides of the budget without drawing on the Reserves built up out of past revenue surpluses.

Capital Outlay.

36. The Capital Works programme in the budget provided for an outlay of Rs. 89·55 lakhs. Including supplementary grants of Rs. 20·03 lakhs sanctioned during the course of the year for the marginally noted purposes, the total sanctioned grants amount to Rs. 109·58 lakhs distributed as follows :—

	Rs.		Rs.
37. Railways and Tramways.	10,56,683	LINES WORKED BY GOVERNMENT.	
		Cost of constructing additional goods waggons, horse boxes, etc., to save hire charges.	2,50,000
		Revival of the open line capital and construction grants of 1927-28 which lapsed owing to late receipt of foreign materials indented for. ...	4,71,683
		LINES WORKED BY M. & S. M. RAILWAY CO.	
		Revival of lapsed open capital grant of 1927-28 ...	3,35,000
		Total ...	10,56,683
38. Krishnarajasagara Hydro-electric and Irrigation Works.	9,43,035	For the outlay expected to be incurred during the current year in electrification of the following places :—	
		Closepet	50,858
		Nanjangud ...	1,37,127
		Chikballapur ...	81,494
		Devanahalli ...	29,593
		Nagenahalli ...	4,653
		Gumbuz	4,241
		Seringapatam ...	35,069
		The Irwin Canal Work is in full swing. The monthly expenditure is about 3½ lakhs. Hence the need for additional grant of Rs. 6 lakhs over and above the budget provision of Rs. 36 lakhs	6,00,000
		Total ...	9,43,035
39. Industrial or other works.	2,805	For the erection of a seasoning kiln in the Government Art Work shop ...	2,805
		Total ...	20,02,523

(*Vide* next page).

			Lakhs. Rs.
37.	Railways and Tramways	... ...	30·11
38.	Krishnarajasagara Hydro-Electric and Irrigation Works.		
	Dam Works ...	2·33 lakhs	
	Irrigation Works ...	42·17 lakhs	67·93
	Hydro-Electric Works	23·43 lakhs	
39.	Industrial or Other Works	... ...	1·54
40.	Iron Works ..	... ...	10·00
		Total ..	109·58

37. Against this provision the revised outlay will be Rs. 94·41 lakhs. The bulk of the lapse is expected to occur in the Railway Department owing to the delay in the receipt of foreign materials for which orders have been placed in European countries.

Ways and Means.

38. According to the Revised Ways and Means of the current year, the closing balance is expected to be Rs. 68·92 lakhs against the budget anticipation of Rs. 49·23 lakhs thus showing an improvement of Rs.19·69 lakhs. When the current budget was prepared a year ago, the opening balance on 1st July 1928 was estimated at Rs. 60·71 lakhs. The actual balance on that date was Rs. 79·90 lakhs. This rise in the opening balance, with the net improvement in the revenue position above referred to, mainly accounts for the variation in the closing balance between the budget and the Revised.

39. The following is the General Statement of the **of 1929-30** compared with the Revised

RECEIPTS.	Budget Estimate 1929-30	Revised Estimate 1928-29	Accounts 1927-28
PRINCIPAL HEADS OF REVENUE	2,75,40,000	2,79,58,000	2,71,14,791
SURPLUS REVENUE OF ASSIGNED TRACT	1,95,000	1,81,000	2,00,329
MINING REVENUE	12,65,000	13,06,000	14,12,586
INTEREST	9,14,000	7,65,000	7,56,846
CIVIL ADMINISTRATION	4,95,000	3,14,000	3,18,630
PROTECTION	1,39,000	1,36,000	2,01,649
PUBLIC WORKS	4,13,000	4,49,000	3,10,886
MORAL AND MATERIAL DEVELOPMENT	2,68,000	2,80,000	3,18,765
ARMY AND DEFENCE	87,000	81,000	99,588
RAILWAYS—REVENUE ACCOUNT—NET RECEIPTS ...	26,91,000	26,21,000	24,67,918
KRISHNARAJASAGARA HYDRO-ELECTRIC AND IRRIGATION WORKS—NET RECEIPTS	30,03,000	28,22,000	27,91,675
INDUSTRIAL AND OTHER WORKS—REVENUE ACCOUNT—NET RECEIPTS	83,000	85,000	87,310
Total Revenue ...	3,70,93,000	3,69,98,000	3,60,80,973
SURPLUS	50,000	30,000	40,623
INTEREST ON MYSORE RAILWAY LOAN SINKING FUND INVESTMENTS	5,01,000	5,01,000	5,00,970
CONTRIBUTION BY DISTRICT BOARDS OR RAILWAY COMPANIES FOR CONSTRUCTION OF RAILWAYS ...	17,000	16,000	—47,580
DEBT, DEPOSITS AND ADVANCES—			
Investment Account—Net	13,00,000	...	2,77,602
Permanent and Temporary Debt—Net	...	...	3,67,013
Unfunded Debt—Net	57,88,000	54,28,000	41,44,080
Reserve Funds—Net	13,41,000	33,63,000	27,94,041
Local and other Funds—Net	...	27,000	...
Deposits—Net	..	8,51,000	1,98,764
Objection Book Advances—Net	8,000	6,000	2,10,273
Suspense (Net)	2,000	..	...
Departmental Balance (Net)	...	20,000	..
Loans—Net	...	...	9,195
Remittances—Net	...	60,000	3,56,409
Total ...	90,07,000	1,03,02,000	88,51,390
Opening Balance ...	68,92,000	79,90,000	82,49,423
Grand Total ...	1,58,99,000	1,82,92,000	1,71,00,813